



DOUGLAS A. DUCEY
GOVERNOR

STATE OF ARIZONA
OFFICE OF THE GOVERNOR

EXECUTIVE OFFICE

June 7, 2019

The Honorable Katie Hobbs
Secretary of State
1700 W. Washington, 7th Floor
Phoenix, AZ 85007

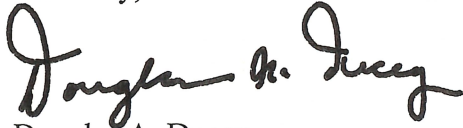
Dear Secretary Hobbs:

I am transmitting to you the following bills from the Fifty-fourth Legislature, 1st Regular Session, which I signed on June 7th, 2019:

H.B. 2039 elections; federal form; emergency voting (Townsend)
H.B. 2076 virtual training simulators; location (Fillmore)
H.B. 2134 municipal elections; write-in candidates (Cobb)
H.B. 2146 contracts; licensure requirements; exemption (Rivero)
H.B. 2190 CORP; accidental disability; definition (Payne)
H.B. 2265 defensive driving schools; course requirements (Payne)
H.B. 2275 TPT exemptions; propagative materials (Dunn)
H.B. 2358 landlord tenant; partial payment; assistance (Toma)
H.B. 2360 TPT; estimated payments; liability threshold (Toma)
H.B. 2493 solar energy devices; appraisal methods (Cobb)
H.B. 2532 critical health information; emergency responders (Gabaldon)
H.B. 2547 racing commission; simulcasting; wagering facilities (Finchem)
H.B. 2556 agricultural property; uses; rural activities (Finchem)
H.B. 2646 commerce authority; application review (Teller)
H.B. 2670 study committee; special education; gifted (Bolick)
S.B. 1027 tax credit; charitable organizations; eligibility (Leach)
S.B. 1037 prisoners; parole hearings; recertification procedures (Brophy-McGee)
S.B. 1062 public disclosure; health professionals; address (Carter)
S.B. 1064 court security officers; certification; powers (Borrelli)
S.B. 1087 vehicle liability insurance; minimum limits (Brophy-McGee)
S.B. 1213 ASRS; return to work (Livingston)
S.B. 1236 tax liens; fees; certificate expiration (Mesnard)
S.B. 1241 state parks board; heritage fund (Brophy-McGee)
S.B. 1246 behavioral health; foster children (Brophy-McGee)
S.B. 1248 property taxes; valuation; property modifications (Leach)
S.B. 1259 ADOT; proportional registration; temporary registration (Livingston)
S.B. 1300 low-income housing; tax exemption (Brophy-McGee)
S.B. 1307 DUI; license reinstatement; evaluation requirements (Livingston)
S.B. 1310 earned release credits; drug offenses (E. Farnsworth)

S.B. 1321 health information organizations (Carter)
S.B. 1330 emergency management compact; workers (Borrelli)
S.B. 1332 alternative fuel vehicles; VLT (Livingston)
S.B. 1352 health care directives registry; transfer (Carter)
S.B. 1451 procedures; nomination petitions; registered circulators (Leach)
S.B. 1456 vision screening; schools; appropriation (S. Allen)
S.B. 1482 state agencies; fee increase; limit (Mesnard)
S.B. 1494 marijuana; testing; advisory council; library (Gowan)
S.B. 1528 video service providers; license (Carter)
S.B. 1536 controlled substances; delegation; monitoring (Brophy-McGee)
S.B. 1538 adult protective services (Brophy-McGee)

Sincerely,

A handwritten signature in black ink, reading "Douglas A. Ducey". The signature is fluid and cursive, with the first name "Douglas" being the most prominent.

Douglas A. Ducey
Governor
State of Arizona

cc: Senate Secretary
Chief Clerk of the House of Representatives
Arizona News Service

Senate Engrossed
FILED
KATIE HOBBS
SECRETARY OF STATE

State of Arizona
Senate
Fifty-fourth Legislature
First Regular Session
2019

CHAPTER 308
SENATE BILL 1300

AN ACT

AMENDING SECTION 42-11133, ARIZONA REVISED STATUTES; RELATING TO PROPERTY
TAX EXEMPTIONS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

Be it enacted by the Legislature of the State of Arizona:

Section 1. Section 42-11133, Arizona Revised Statutes, is amended to read:

42-11133. Exemption for affordable housing projects:
definition

A. Property that is used exclusively for AFFORDABLE rental housing PURSUANT TO SECTION 42 OF THE INTERNAL REVENUE CODE OR ANOTHER RECORDED RESTRICTIVE COVENANT IMPOSED BY FINANCING FOR AFFORDABLE HOUSING and related facilities ~~is~~ ARE exempt from taxation if:

~~1. The property is not used or held for profit.~~

~~2.~~ 1. The property is owned and operated by, or is a wholly owned subsidiary of, a ~~charitable fund, foundation or corporation, including~~ THAT IS QUALIFIED PURSUANT TO SECTION 501(c)(3) OR 501(c)(4) OF THE INTERNAL REVENUE CODE OR a limited partnership OR LIMITED LIABILITY COMPANY in which the ~~managing~~ general partner OR THE MANAGING MEMBER, AS APPLICABLE, is an eligible nonprofit corporation OR A SINGLE PURPOSE ENTITY THAT IS WHOLLY OWNED BY ONE OR MORE ELIGIBLE NONPROFIT CORPORATIONS.

~~3.~~ 2. ~~At~~ EITHER of the following applies:

(a) The acquisition, rehabilitation, development or operation of the property, or any combination of these factors, is financed with tax exempt mortgage revenue bonds or general obligation bonds or is financed by local, state or federal loans or grants and the ~~rents~~ AMOUNT OF RENT PAID BY OR ON BEHALF of the occupants ~~do~~ DOES not exceed the ~~rents~~ AMOUNT OF RENT that ~~are~~ IS prescribed by deed restrictions or by regulatory agreements pursuant to the PROPERTY'S financing or financial assistance terms.

(b) The owner of the property is eligible for and receives tax credits for ~~low income~~ LOW-INCOME OR MODERATE-INCOME residential housing established under section 42 of the internal revenue code AND THE AMOUNT OF RENT PAID BY OR ON BEHALF OF THE OCCUPANTS DOES NOT EXCEED THE AMOUNT THAT IS PRESCRIBED BY DEED RESTRICTIONS OR BY REGULATORY AGREEMENTS PURSUANT TO THE PROPERTY'S FINANCING OR FINANCIAL ASSISTANCE TERMS.

~~(c) The property is used as an assisted living facility for low income elderly residents.~~

~~(d)~~ 3. The ~~facility cannot~~ PROPERTY DOES NOT exceed two hundred ~~residents~~ UNITS.

B. To qualify under this section, the owner of the property must:

1. For any claim that is filed in any fiscal year, certify and ensure, subject to paragraph 2 of this subsection, that there is an enforceable and verifiable agreement with a public agency, a recorded deed restriction or any other legal document that restricts the use of the property and requires that the rents do not exceed the terms that are prescribed by the financing or financial assistance terms. ~~In the case of a limited partnership in which the managing general partner is an eligible~~

1 ~~nonprofit corporation, the requirements under this paragraph must be~~
2 ~~included in an enforceable and verifiable agreement with a public agency~~
3 ~~or in a recorded deed certified by the limited partnership.~~

4 2. Certify that the monies that would have been necessary to pay
5 the property taxes are used to maintain the affordability of or otherwise
6 reduce the rents of the units that are occupied by eligible low income
7 households.

8 C. FOR THE PURPOSES OF THIS SECTION, "ELIGIBLE NONPROFIT
9 CORPORATION" MEANS A CORPORATION THAT IS QUALIFIED PURSUANT TO SECTION
10 501(c)(3) OR 501(c)(4) OF THE INTERNAL REVENUE CODE AND FOR WHICH ONE OF
11 ITS EXEMPT PURPOSES INCLUDES PROVIDING AFFORDABLE HOUSING.

APPROVED BY THE GOVERNOR JUNE 7, 2019.

FILED IN THE OFFICE OF THE SECRETARY OF STATE JUNE 7, 2019.

Passed the House May 27, 20 19,

by the following vote: 40 Ayes,

20 Nays, 0 Not Voting

Mr. P. Jones

Speaker of the House

Jim Duke

Chief Clerk of the House

Passed the Senate March 4, 20 19,

by the following vote: 30 Ayes,

0 Nays, 0 Not Voting

Karen Farn

President of the Senate

Susan Reeves

Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

27th day of May, 20 19,

at 9:36 o'clock P M.

Ryan Schell

Secretary to the Governor

Approved this 7th day of

June, 20 19,

at 4:11 o'clock P M.

Douglas & Fung

Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 7 day of June, 20 19,

at 6:01 o'clock P. M.

[Signature]

Secretary of State

S.B. 1300